

DEPARTMENT OF BENEFIT PAYMENTS

744 "P" Street, Sacramento, CA 95814



August 21, 1975

ALL-COUNTY LETTER NO. 75-183

TO: ALL COUNTY WELFARE DIRECTORS
COUNTY AUDITORS
DISTRICT ATTORNEYS
WELFARE FISCAL SUPERVISORS
ADMINISTRATIVE SERVICE OFFICERS

SUBJECT: SHARING RATIOS FOR REPAYMENTS FOR FISCAL YEAR 1975/76 AND IMPACT ON
CLAIMING COSTS FOR AFDC COLLECTIONS

REFERENCE: All-County Letter No. 75-29

Effective July 1, 1975, the repayment sharing ratios for AFDC-FG, AFDC-U, and AFDC-BHI will be 47% federal, 34% state, and 19% county. These ratios are based on a five year moving average of AFDC and BHI expenditures.

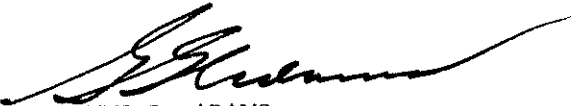
The increase in county share from 15% to 19% will have an impact on claiming costs for AFDC collections as reported on Form DFA 800, Summary Report of Costs of AFDC Collections. The implementation of W&I Code Section 11459 provides that the county share of funds recovered by a county from persons who have fraudulently received AFDC funds may be increased up to a maximum of 25% of the total funds recovered by the county. Therefore, Form DFA 800 will be revised to provide for claiming up to an additional 6% in addition to the 19% which the county will receive through the regular repayment claiming mechanism effective July 1, 1975. The revised Form DFA 800, an initial supply of which will be sent to you by September 1, should be used effective with the quarter ending September 30, 1975.

Any recoveries reported for GAS, AB, and ATD will be shared on the basis of the five year moving average prior to the conversion of the adult assistance programs to the federal agency. These are the ratios in effect for the period beginning July 1, 1974: 48% federal, 37% state, and 15% county.

If claims were submitted for the July claiming period using the Fiscal Year 1974-75 ratios, they will be adjusted by Claims Audit and Control Bureau to the correct ratios at the time of the Department of Benefit Payments claim audit.

If there are any questions, please contact Gen Whitfield or Vicki Smith at 916/445-7046.

Sincerely,



GARY G. ADAMS
Deputy Director

cc: CWDA

GEN 654 (2/75)